

**Notice to All Rental Vehicle Providers** 

## New Rental Vehicle Agreement and Loss of Use Rates

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Manitoba Public Insurance has developed a <u>new agreement</u> to be used directly with rental car companies in collaboration with the Manitoba Car and Truck Rental Association (MCTRA). The new agreement came into effect on **April 1**, **2022**.

The new agreement contains a streamlined rental vehicle rate and compensation structure that becomes effective **July 1, 2022**. The daily rate for **Basic LOU** and **Extension LOU Level 1** will increase to \$42.00, plus tax. Customers will no longer be able to purchase **Extension LOU Level 2**. However, if they purchased this policy prior to July 1, 2022, their coverage will remain in place for the duration of their policy. The product names will also change. See the table below for the new rates and product names.

Current LOU Rates			New LOU Rates (Effective July 1, 2022)		
	Daily Rate	Maximum		Daily Rate	Maximum
Basic LOU	\$34.00	\$1,020.00	Basic LOU		
Extension LOU - Level 1	\$39.02	\$1,170.60	Loss of Use - Passenger	\$42.00 (plus tax)	\$1,411.20
Extension LOU - Level 2	\$68.00	\$2,040.00			
Extension LOU - Level 3	\$135.00	\$4,050.00	Loss of Use - Motorcycle	\$135.00	\$4,050.00

**Basic LOU:** First-party loss of use coverage arising from a theft/attempted theft of the entire vehicle. Part of universal coverage under Basic Autopac.

**Extension LOU:** Optional extension coverage for alternate transportation expenses incurred by the insured, regardless of fault and/or before fault is assigned.



## **Action Required for Rental Companies**

- 1. Please review the following documents:
  - Rental Vehicle Legal Terms and Conditions
  - Rental Vehicle Services Rates
  - Business Rules: Direct Billing for Loss of Use Rental Vehicle Companies
- 2. Review and sign the <u>Rental Vehicle Service Agreement Signature Page</u>, acknowledging you agree to the terms and conditions. Note the following:
  - The agreement must be signed by your designated personnel with applicable signing authority.
  - If you cannot access the documents through the links provided, you can view them on the
    MPI Partners website under Policies & Procedures > Rental Vehicle Providers.
- 3. Scan and email a PDF version to <a href="mailto:CPUSupervisor@mpi.mb.ca">CPUSupervisor@mpi.mb.ca</a> by May 15, 2022, or mail the signed form to:

Mail	CPU Supervisor		
	Bison Drive Service Centre		
	15 Barnes Street		
	Winnipeg, MB		
	R3T 2H9		

**IMPORTANT:** By signing this agreement, you maintain your registered account with MPI and can continue to bill directly through the loss of use web application. If we do not receive your signed agreement by August 15, 2022, your account will be removed from the web application and as a result you will be required to manually bill MPI for rental invoices.

For questions regarding this agreement, please contact Christine Breault at 1-204-985-8770 ext 8289.